

Return of Organization Exempt From Income Tax

2006

Department of the Treasury
Internal Revenue Service

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

Open to Public Inspection

The organization may have to use a copy of this return to satisfy state reporting requirements.

A For the 2006 calendar year, or tax year beginning and ending

B Check if applicable: <input type="checkbox"/> Address change <input type="checkbox"/> Name change <input type="checkbox"/> Initial return <input type="checkbox"/> Final return <input type="checkbox"/> Amended return <input type="checkbox"/> Application pending	Please use IRS label or print or type. See Specific Instructions.	C Name of organization LAS VEGAS MONORAIL COMPANY		D Employer identification number 88-0471789		
		Number and street (or P.O. box if mail is not delivered to street address) 3720 HOWARD HUGHES PARKWAY		Room/suite 200	E Telephone number 702-699-8200	
		City or town, state or country, and ZIP + 4 LAS VEGAS, NV 89169		F Accounting method: <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other (specify)		

Section 501(c)(3) organizations and 4947(a)(1) nonexempt charitable trusts must attach a completed Schedule A (Form 990 or 990-EZ).

H and I are not applicable to section 527 organizations.

H(a) Is this a group return for affiliates? Yes No

H(b) If "Yes," enter number of affiliates **N/A**

H(c) Are all affiliates included? **N/A** Yes No (If "No," attach a list.)

H(d) Is this a separate return filed by an organization covered by a group ruling? Yes No

I Group Exemption Number **N/A**

M Check if the organization is not required to attach Sch. B (Form 990, 990-EZ, or 990-PF).

G Website: **WWW.LVMONORAIL.COM**

J Organization type (check only one) 501(c) (**4**) (insert no.) 4947(a)(1) or 527

K Check here if the organization is not a 509(a)(3) supporting organization and its gross receipts are normally not more than \$25,000. A return is not required, but if the organization chooses to file a return, be sure to file a complete return.

L Gross receipts: Add lines 6b, 8b, 9b, and 10b to line 12 **51,452,469.**

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances

Revenue	1	Contributions, gifts, grants, and similar amounts received:			
	a	Contributions to donor advised funds	1a		
	b	Direct public support (not included on line 1a)	1b		
	c	Indirect public support (not included on line 1a)	1c		
	d	Government contributions (grants) (not included on line 1a)	1d		
	e	Total (add lines 1a through 1d) (cash \$ _____ noncash \$ _____)	1e		0.
	2	Program service revenue including government fees and contracts (from Part VII, line 93)	2		35,210,059.
	3	Membership dues and assessments	3		
	4	Interest on savings and temporary cash investments	4		5,011,780.
	5	Dividends and interest from securities	5		
	6a	Gross rents	6a		
	b	Less: rental expenses	6b		
c	Net rental income or (loss). Subtract line 6b from line 6a	6c			
7	Other investment income (describe _____)	7			
8a	Gross amount from sales of assets other than inventory	(A) Securities	(B) Other		
b	Less: cost or other basis and sales expenses	8a			
c	Gain or (loss) (attach schedule)	8b			
d	Net gain or (loss). Combine line 8c, columns (A) and (B)	8c			
8d	Net gain or (loss). Combine line 8c, columns (A) and (B)	8d			
9	Special events and activities (attach schedule). If any amount is from gaming, check here <input type="checkbox"/>				
a	Gross revenue (not including \$ _____ of contributions reported on line 1b)	9a			
b	Less: direct expenses other than fundraising expenses	9b			
c	Net income or (loss) from special events. Subtract line 9b from line 9a	9c			
10a	Gross sales of inventory, less returns and allowances	10a			
b	Less: cost of goods sold	10b			
c	Gross profit or (loss) from sales of inventory (attach schedule). Subtract line 10b from line 10a	10c			
11	Other revenue (from Part VII, line 103)	11		11,230,630.	
12	Total revenue. Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11	12		51,452,469.	
Expenses	13	Program services (from line 44, column (B))	13	78,611,317.	
	14	Management and general (from line 44, column (C))	14	13,316,178.	
	15	Fundraising (from line 44, column (D))	15		
	16	Payments to affiliates (attach schedule)	16		
	17	Total expenses. Add lines 16 and 44, column (A)	17		91,927,495.
Net Assets	18	Excess or (deficit) for the year. Subtract line 17 from line 12	18	<40,475,026.>	
	19	Net assets or fund balances at beginning of year (from line 73, column (A))	19	<90,497,000.>	
	20	Other changes in net assets or fund balances (attach explanation)	20	0.	
	21	Net assets or fund balances at end of year. Combine lines 18, 19, and 20	21	<130972026.>	

Part II Statement of Functional Expenses

All organizations must complete column (A). Columns (B), (C), and (D) are required for section 501(c)(3) and (4) organizations and section 4947(a)(1) nonexempt charitable trusts but optional for others.

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I.	(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22a Grants paid from donor advised funds (attach schedule) (cash \$ <u>0</u> . noncash \$ <u>0</u> . If this amount includes foreign grants, check here <input type="checkbox"/>				
22b Other grants and allocations (attach schedule) (cash \$ <u>0</u> . noncash \$ <u>0</u> . If this amount includes foreign grants, check here <input type="checkbox"/>				
23 Specific assistance to individuals (attach schedule)				
24 Benefits paid to or for members (attach schedule)				
25a Compensation of current officers, directors, key employees, etc. listed in Part V-A STMT 2	1,336,120.	0.	1,336,120.	0.
25b Compensation of former officers, directors, key employees, etc. listed in Part V-B	0.	0.	0.	0.
25c Compensation and other distributions, not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)				
26 Salaries and wages of employees not included on lines 25a, b, and c	1,085,093.		1,085,093.	
27 Pension plan contributions not included on lines 25a, b, and c				
28 Employee benefits not included on lines 25a - 27				
29 Payroll taxes				
30 Professional fundraising fees				
31 Accounting fees				
32 Legal fees				
33 Supplies				
34 Telephone				
35 Postage and shipping				
36 Occupancy				
37 Equipment rental and maintenance	11,334,776.	11,334,776.		
38 Printing and publications				
39 Travel				
40 Conferences, conventions, and meetings				
41 Interest	43,381,347.	43,381,347.		
42 Depreciation, depletion, etc. (attach schedule)	23,815,194.	23,815,194.		
43 Other expenses not covered above (itemize):				
a				
b				
c				
d				
e				
f				
g SEE STATEMENT 1	10,974,965.	80,000.	10,894,965.	
44 Total functional expenses. Add lines 22a through 43g. (Organizations completing columns (B)-(D), carry these totals to lines 13-15)	91,927,495.	78,611,317.	13,316,178.	0.

Joint Costs. Check if you are following SOP 98-2.

Are any joint costs from a combined educational campaign and fundraising solicitation reported in (B) Program services? Yes No
 If "Yes," enter (i) the aggregate amount of these joint costs \$ N/A ; (ii) the amount allocated to Program services \$ N/A ;
 (iii) the amount allocated to Management and general \$ N/A ; and (iv) the amount allocated to Fundraising \$ N/A

Handwritten notes and signatures at the bottom of the page.

Part IV Balance Sheets (See the instructions.)

Note: Where required, attached schedules and amounts within the description column should be for end-of-year amounts only.

		(A) Beginning of year		(B) End of year	
Assets	45	Cash - non-interest-bearing	5,236,000.	45	2,540,996.
	46	Savings and temporary cash investments	96,141,000.	46	86,659,198.
	47 a	Accounts receivable	3,032,227.		
	b	Less: allowance for doubtful accounts		47c	3,032,227.
	48 a	Pledges receivable		48c	
	b	Less: allowance for doubtful accounts		49	
	49	Grants receivable		50a	
	50 a	Receivables from current and former officers, directors, trustees, and key employees		50b	
	b	Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)		51c	
	51 a	Other notes and loans receivable		52	
	b	Less: allowance for doubtful accounts		53	
	52	Inventories for sale or use	3,931,000.	53	1,867,941.
	53	Prepaid expenses and deferred charges		54a	
	54 a	Investments - publicly-traded securities <input type="checkbox"/> Cost <input type="checkbox"/> FMV		54b	
	b	Investments - other securities <input type="checkbox"/> Cost <input type="checkbox"/> FMV			
55 a	Investments - land, buildings, and equipment: basis	504,560,194.			
b	Less: accumulated depreciation STMT 4	58,476,315.	55c	446,083,879.	
56	Investments - other		56		
57 a	Land, buildings, and equipment: basis		57c		
b	Less: accumulated depreciation	468,183,000.			
58	Other assets, including program-related investments (describe ▶ DEBT ISSUANCE COSTS)	34,339,000.	58	33,560,430.	
59	Total assets (must equal line 74). Add lines 45 through 58	612,087,000.	59	573,744,671.	
Liabilities	60	Accounts payable and accrued expenses	4,891,000.	60	5,471,258.
	61	Grants payable		61	
	62	Deferred revenue	13,183,000.	62	2,211,725.
	63	Loans from officers, directors, trustees, and key employees		63	
	64 a	Tax-exempt bond liabilities STMT 5	657,746,000.	64a	665,651,171.
	b	Mortgages and other notes payable		64b	
	65	Other liabilities (describe ▶ SEE STATEMENT 6)	26,764,000.	65	31,382,543.
66	Total liabilities. Add lines 60 through 65	702,584,000.	66	704,716,697.	
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.				
	67	Unrestricted	<93,117,000.>	67	<40,590,431.>
	68	Temporarily restricted	2,620,000.	68	<90,381,595.>
	69	Permanently restricted		69	
	Organizations that do not follow SFAS 117, check here <input type="checkbox"/> and complete lines 70 through 74.				
	70	Capital stock, trust principal, or current funds		70	
	71	Paid-in or capital surplus, or land, building, and equipment fund		71	
	72	Retained earnings, endowment, accumulated income, or other funds		72	
73	Total net assets or fund balances. Add lines 67 through 69 or lines 70 through 72. (Column (A) must equal line 19 and column (B) must equal line 21)	<90,497,000.>	73	<130,972,026.>	
74	Total liabilities and net assets/fund balances. Add lines 66 and 73	612,087,000.	74	573,744,671.	

Part VI Other Information <i>(continued)</i>		Yes	No
82 a Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?	82a		X
b If "Yes," you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions in Part III.)	82b		N/A
83 a Did the organization comply with the public inspection requirements for returns and exemption applications?	83a	X	
b Did the organization comply with the disclosure requirements relating to quid pro quo contributions?	83b		N/A
84 a Did the organization solicit any contributions or gifts that were not tax deductible?	84a		X
b If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	84b		N/A
85 501(c)(4), (5), or (6) organizations. a Were substantially all dues nondeductible by members?	85a	X	
b Did the organization make only in-house lobbying expenditures of \$2,000 or less?	85b		X
If "Yes" was answered to either 85a or 85b, do not complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year.			
c Dues, assessments, and similar amounts from members	85c		N/A
d Section 162(e) lobbying and political expenditures	85d		N/A
e Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices	85e		N/A
f Taxable amount of lobbying and political expenditures (line 85d less 85e)	85f		N/A
g Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?	85g		N/A
h If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?	85h		N/A
86 501(c)(7) organizations. Enter: a Initiation fees and capital contributions included on line 12	86a		N/A
b Gross receipts, included on line 12, for public use of club facilities	86b		N/A
87 501(c)(12) organizations. Enter: a Gross income from members or shareholders	87a		N/A
b Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.)	87b		N/A
88 a At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If "Yes," complete Part IX	88a		X
b At any time during the year, did the organization, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," complete Part XI	88b		X
89 a 501(c)(3) organizations. Enter: Amount of tax imposed on the organization during the year under: section 4911 ▶ <u>N/A</u> ; section 4912 ▶ <u>N/A</u> ; section 4955 ▶ <u>N/A</u>			
b 501(c)(3) and 501(c)(4) organizations. Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach a statement explaining each transaction	89b		X
c Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958			0.
d Enter: Amount of tax on line 89c, above, reimbursed by the organization			0.
e All organizations. At any time during the tax year, was the organization a party to a prohibited tax shelter transaction?	89e		X
f All organizations. Did the organization acquire a direct or indirect interest in any applicable insurance contract?	89f		X
g For supporting organizations and sponsoring organizations maintaining donor advised funds. Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year?	89g		X
90 a List the states with which a copy of this return is filed ▶ NONE	90b		20
b Number of employees employed in the pay period that includes March 12, 2006			
91 a The books are in care of ▶ LAS VEGAS MONORAIL COMPANY Telephone no. ▶ 702-699-8200 Located at ▶ 3720 HOWARD HUGHES PKWY, SUITE 200, LV, NV ZIP + 4 ▶ 89169			
b At any time during the calendar year, did the organization have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)?	91b		X
If "Yes," enter the name of the foreign country ▶ <u>N/A</u>			
See the instructions for exceptions and filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts.			

Part VI Other Information (continued)

c At any time during the calendar year, did the organization maintain an office outside of the United States? 91c Yes No
 If "Yes," enter the name of the foreign country N/A

92 Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041- Check here
 and enter the amount of tax-exempt interest received or accrued during the tax year 92 N/A

Part VII Analysis of Income-Producing Activities (See the instructions.)

Note: Enter gross amounts unless otherwise indicated.

	Unrelated business income		Excluded by section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclu- sion code	(D) Amount	
93 Program service revenue:					
a PUBLIC TRANSPORTATION					32,212,653.
b ADVERTISING REVENUE					2,997,406.
c					
d					
e					
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings and temporary cash investments			14	5,011,780.	
96 Dividends and interest from securities					
97 Net rental income or (loss) from real estate:					
a debt-financed property					
b not debt-financed property					
98 Net rental income or (loss) from personal property					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory					
101 Net income or (loss) from special events					
102 Gross profit or (loss) from sales of inventory					
103 Other revenue:					
a LIQUIDATED DAMAGES			01	11,230,630.	
b					
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))		0.		16,242,410.	35,210,059.
105 Total (add line 104, columns (B), (D), and (E))					51,452,469.

Note: Line 105 plus line 1e, Part I, should equal the amount on line 12, Part I.

Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes (See the instructions.)

Line No.	Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes).
93A	THE ORGANIZATION PROVIDED PUBLIC TRANSPORTATION TO THE GENERAL PUBLIC
93B	ADVERTISING HELPS ATTRACT RIDERS TO THE MONORAIL SYSTEM.

Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities (See the instructions.)

(A) Name, address, and EIN of corporation, partnership, or disregarded entity	(B) Percentage of ownership interest	(C) Nature of activities	(D) Total income	(E) End-of-year assets
N/A	%			
	%			
	%			

Part X Information Regarding Transfers Associated with Personal Benefit Contracts (See the instructions.)

(a) Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? Yes No

(b) Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract? Yes No

Note: If "Yes" to (b), file Form 8870 and Form 4720 (see instructions).

Part XI Information Regarding Transfers To and From Controlled Entities. Complete only if the organization is a controlling organization as defined in section 512(b)(13). **N/A**

106 Did the reporting organization **make** any transfers to a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity.

	Yes	No
Totals		

	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
a	----- -----			
b	----- -----			
c	----- -----			
Totals				

107 Did the reporting organization **receive** any transfers from a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity.

	Yes	No
Totals		

	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
a	----- -----			
b	----- -----			
c	----- -----			
Totals				

108 Did the organization have a binding written contract in effect on August 17, 2006, covering the interest, rents, royalties, and annuities described in question 107 above?

	Yes	No
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Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Please Sign Here

Signature of officer _____ Date _____

Type or print name and title _____

COPY

Paid Preparer's Use Only

Preparer's signature _____ Date _____ Check if self-employed

Firm's name (or yours if self-employed), address, and ZIP + 4 **KAFOURY, ARMSTRONG & CO.**
8329 WEST SUNSET ROAD, SUITE 210
LAS VEGAS, NV 89113-2202

EIN _____ Preparer's SSN or PTIN (See Gen. Inst. X) _____
Phone no. **(702) 384-7717**

2006 DEPRECIATION AND AMORTIZATION REPORT
 FORM 990 PAGE 2

990

Asset No.	Description	Date Acquired	Method	Life	Line No.	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction

FORM 990	OTHER EXPENSES			STATEMENT 1
DESCRIPTION	(A) TOTAL	(B) PROGRAM SERVICES	(C) MANAGEMENT AND GENERAL	(D) FUNDRAISING
OTHER OPERATING COSTS	826,524.		826,524.	
INSURANCE	4,941,098.		4,941,098.	
PROFESSIONAL SERVICES	418,687.		418,687.	
SECURITY SERVICES	1,442,742.		1,442,742.	
FARE COLLECTION COSTS	602,103.		602,103.	
ADVERTISING AND MARKETING	2,663,811.		2,663,811.	
AMORTIZATION OF LONG-TERM LAND LEASE	80,000.	80,000.		
TOTAL TO FM 990, LN 43	10,974,965.	80,000.	10,894,965.	

FORM 990 OFFICER COMPENSATION ALLOCATION STATEMENT 2
PART II, LINE 25A

NAME OF OFFICER, ETC.	COMPENSATION	EMPLOYEE BEN. PLANS	EXPENSE ACCOUNTS	TOTALS
JOHN HAYCOCK	60,000.			60,000.
A. PROGRAM SERVICES				
B. MANAGEMENT AND GENERAL	60,000.			60,000.
C. FUNDRAISING				

NAME OF OFFICER, ETC.	COMPENSATION	EMPLOYEE BEN. PLANS	EXPENSE ACCOUNTS	TOTALS
TERESA MURPHY	60,000.			60,000.
A. PROGRAM SERVICES				
B. MANAGEMENT AND GENERAL	60,000.			60,000.
C. FUNDRAISING				

NAME OF OFFICER, ETC.	COMPENSATION	EMPLOYEE BEN. PLANS	EXPENSE ACCOUNTS	TOTALS
DONALD SHALMY	60,000.			60,000.
A. PROGRAM SERVICES				
B. MANAGEMENT AND GENERAL	60,000.			60,000.
C. FUNDRAISING				

NAME OF OFFICER, ETC.	COMPENSATION	EMPLOYEE BEN. PLANS	EXPENSE ACCOUNTS	TOTALS
ALEX HOSSACK	60,000.			60,000.
A. PROGRAM SERVICES				
B. MANAGEMENT AND GENERAL	60,000.			60,000.
C. FUNDRAISING				

NAME OF OFFICER, ETC.	COMPENSATION	EMPLOYEE BEN. PLANS	EXPENSE ACCOUNTS	TOTALS
MICHEAL NIARCHOS	180,000.			180,000.
A. PROGRAM SERVICES				
B. MANAGEMENT AND GENERAL	180,000.			180,000.
C. FUNDRAISING				

NAME OF OFFICER, ETC.	COMPENSATION	EMPLOYEE BEN. PLANS	EXPENSE ACCOUNTS	TOTALS
CURTIS L. MYLES, III	339,000.	10,170.	7,200.	356,370.
A. PROGRAM SERVICES				
B. MANAGEMENT AND GENERAL	339,000.	10,170.	7,200.	356,370.
C. FUNDRAISING				

NAME OF OFFICER, ETC.	COMPENSATION	EMPLOYEE BEN. PLANS	EXPENSE ACCOUNTS	TOTALS
ROSS JOHNSON	152,250.		6,000.	158,250.
A. PROGRAM SERVICES				
B. MANAGEMENT AND GENERAL	152,250.		6,000.	158,250.
C. FUNDRAISING				

NAME OF OFFICER, ETC.	COMPENSATION	EMPLOYEE BEN. PLANS	EXPENSE ACCOUNTS	TOTALS
LLOYD WELCH	182,000.	4,250.	6,000.	192,250.
A. PROGRAM SERVICES				
B. MANAGEMENT AND GENERAL	182,000.	4,250.	6,000.	192,250.
C. FUNDRAISING				

NAME OF OFFICER, ETC.	COMPENSATION	EMPLOYEE BEN. PLANS	EXPENSE ACCOUNTS	TOTALS
ROBERT FAISS	60,000.			60,000.
A. PROGRAM SERVICES				
B. MANAGEMENT AND GENERAL	60,000.			60,000.
C. FUNDRAISING				

NAME OF OFFICER, ETC.	COMPENSATION	EMPLOYEE BEN. PLANS	EXPENSE ACCOUNTS	TOTALS
INGRID REISMAN	140,400.	2,850.	6,000.	149,250.
A. PROGRAM SERVICES				
B. MANAGEMENT AND GENERAL	140,400.	2,850.	6,000.	149,250.
C. FUNDRAISING				

TOTAL PROGRAM SERVICES

TOTAL MANAGEMENT AND GENERAL

1,336,120.

TOTAL FUNDRAISING

TOTAL OFFICER, ETC., COMPENSATION INCLUDED ON PART II, LINE 25A

1,336,120.

FORM 990 STATEMENT OF ORGANIZATION'S PRIMARY EXEMPT PURPOSE STATEMENT 3
PART III

EXPLANATION

TO PROMOTE PUBLIC TRANSPORTATION CONSISTENT WITH NEVADA AND CLARK COUNTY'S OVERALL TRANSPORTATION OBJECTIVES.

FORM 990 DEPRECIATION OF ASSETS HELD FOR INVESTMENT STATEMENT 4

DESCRIPTION	COST OR OTHER BASIS	ACCUMULATED DEPRECIATION	BOOK VALUE
FUTURE PROJECTS	998,046.	0.	998,046.
GUIDEWAY AND STRUCTURES	223,634,844.	13,744,225.	209,890,619.
PROPERTY RIGHT-OF-WAY	9,609,175.	590,564.	9,018,611.
UTILITY RELOCATION	13,758,185.	845,555.	12,912,630.
MONORAIL VEHICLES	124,531,784.	15,307,032.	109,224,752.
TRAIN CONTROL SYSTEMS	39,711,092.	6,508,207.	33,202,885.
TRACTION POWER SYSTEMS	37,367,484.	6,124,115.	31,243,369.
COMMUNICATION SYSTEMS	13,717,872.	2,248,207.	11,469,665.
GUIDEWAY ELEMENTS	7,055,573.	1,156,330.	5,899,243.
PLATFORM DOORS	9,829,923.	2,416,523.	7,413,400.
FARE COLLECTION SYSTEM	15,990,269.	5,615,630.	10,374,639.
WORKSHOP EQUIPMENT	6,163,768.	2,164,657.	3,999,111.
SPARES	1,609,115.	1,318,581.	290,534.

SPECIAL TOOLS AND TEST EQUIPMENT	519,392.	425,613.	93,779.
FURNITURE, FIXTURES, AND OTHER	63,672.	11,076.	52,596.
TOTAL TO FORM 990, PART IV, LN 55	<u>504,560,194.</u>	<u>58,476,315.</u>	<u>446,083,879.</u>

FORM 990 TAX-EXEMPT BOND LIABILITIES OUTSTANDING STATEMENT 5

PURPOSE OF ISSUE

1ST TIER SERIES 2000 - DEVELOPMENT AND CONSTRUCTION OF LAS VEGAS MONORAIL

USE BY THIRD PARTY	UNEXPENDED BOND PROCEEDS	AMOUNT OF ISSUE OUTSTANDING
NO	44,657,218.	474,031,781.

PURPOSE OF ISSUE

2ND TIER SERIES 2000 - DEVELOPMENT AND CONSTRUCTION OF LAS VEGAS MONORAIL

USE BY THIRD PARTY	UNEXPENDED BOND PROCEEDS	AMOUNT OF ISSUE OUTSTANDING
NO	20,428,429.	143,119,390.

PURPOSE OF ISSUE

3RD TIER SERIES 2000A-1 - DEVELOPMENT AND CONSTRUCTION OF LAS VEGAS MONORAIL

USE BY THIRD PARTY	UNEXPENDED BOND PROCEEDS	AMOUNT OF ISSUE OUTSTANDING
NO	0.	48,500,000.

TOTAL INCLUDED ON FORM 990, PART IV, LINE 64A 665,651,171.

FORM 990	OTHER LIABILITIES	STATEMENT	6
DESCRIPTION		AMOUNT	
ACCRUED INTEREST PAYABLE		30,140,927.	
AVAILABILITY LIABILITY		1,241,616.	
TOTAL TO FORM 990, PART IV, LINE 65, COLUMN B		31,382,543.	

FORM 990 PART V-A - LIST OF CURRENT OFFICERS, DIRECTORS, TRUSTEES AND KEY EMPLOYEES STATEMENT 7

NAME AND ADDRESS	TITLE AND AVR G HRS/WK	COMPEN- SATION	EMPLOYEE BEN PLAN CONTRIB	EXPENSE ACCOUNT
JOHN HAYCOCK 715 BONANZA ROAD, 2ND FLOOR LAS VEGAS, NV 89106	DIRECTOR/CHAIRMAN 2.00	60,000.	0.	0.
TERESA MURPHY 7936 W SAHARA BLVD LAS VEGAS, NV 89117	DIRECTOR/SECRETARY 1.00	60,000.	0.	0.
DONALD SHALMY 6226 W SAHARA BLVD LAS VEGAS, NV 89151	DIRECTOR/TREASURER 1.00	60,000.	0.	0.
ALEX HOSSACK 5250 S RAINBOW #1017 LAS VEGAS, NV 89118	DIRECTOR/ASST. TREASURER 2.00	60,000.	0.	0.
MICHEAL NIARCHOS 3720 HOWARD HUGHES PKWY, SUITE 200 LAS VEGAS, NV 89169	ASST SEC/GEN COUNSEL 40.00	180,000.	0.	0.
CURTIS L. MYLES, III 3720 HOWARD HUGHES PKWY, SUITE 200 LAS VEGAS, NV 89169	PRESIDENT AND CEO 50.00	339,000.	10,170.	7,200.
ROSS JOHNSON 3720 HOWARD HUGHES PKWY, SUITE 200 LAS VEGAS, NV 89169	CHIEF FINANCIAL OFFICER 40.00	152,250.	0.	6,000.
LLOYD WELCH 3720 HOWARD HUGHES PKWY, SUITE 200 LAS VEGAS, NV 89169	V.P. & DIR. OF OPERATIONS 40.00	182,000.	4,250.	6,000.

LAS VEGAS MONORAIL COMPANY

88-0471789

ROBERT FAISS 300 SOUTH FOURTH STREET, #1700 LAS VEGAS, NV 89101	DIRECTOR/VICE CHAIRMAN 1.00	60,000.	0.	0.
INGRID REISMAN 3720 HOWARD HUGHES PKWY, SUITE 200 LAS VEGAS, NV 89169	V.P. & CORPORATE COMMUNICATIONS 50.00	140,400.	2,850.	6,000.
TOTALS INCLUDED ON FORM 990, PART V-A		<u>1,293,650.</u>	<u>17,270.</u>	<u>25,200.</u>

LAS VEGAS MONORAIL COMPANY

4/27/2007

BALANCE SHEETS
DECEMBER 31, 2006 AND 2005

	<u>2006</u>	<u>2005</u>
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 24,114,547 -	\$ 6,668,309
Miscellaneous accounts receivable	3,032,227 .	4,257,483
Prepaid expenses	119,041 .	2,141,793
	<hr/>	<hr/>
Total current assets	27,265,815	13,067,585
RESTRICTED ASSETS:		
Investments	64,009,053	93,645,711
Cash	1,076,594	1,063,087
	<hr/>	<hr/>
Total restricted assets	65,085,647 -	94,708,798
LONG TERM ASSETS		
Property and equipment, net of accumulated depreciation of \$58,476,315 and \$34,661,121	446,083,879 .	468,183,183
Deferred financing costs, net of accumulated amortization of \$4,152,847 and \$3,374,421	33,560,430 .	34,338,855
Prepaid land lease, net of accumulated amortization of \$251,100 and \$211,100	1,748,900 .	1,788,900
	<hr/>	<hr/>
Total long term assets	481,393,209	504,310,938
 TOTAL	 \$ 573,744,671	 \$ 612,087,321

The accompanying notes are an integral part of these financial statements

*all TOTORS
TICB TO TAX RETURN
USED A \$200 TAX RETURN
Amounts from 2005*

LAS VEGAS MONORAIL COMPANY

4/27/2007

**BALANCE SHEETS
DECEMBER 31, 2006 AND 2005**

	<u>2006</u>	<u>2005</u>
LIABILITIES AND NET ASSETS (DEFICIT)		
CURRENT LIABILITIES		
Accounts payable	\$ 3,382,078	\$ 622,372
Deferred advertising and other revenue	2,211,725	1,951,650
Deferred income from liquidated damages	-	11,230,630
	<hr/>	<hr/>
Total current liabilities partially payable from unrestricted assets	5,593,803	13,804,652
	<hr/>	<hr/>
Current liabilities payable from restricted assets:		
Construction payable	2,089,180	4,269,911
Accrued interest payable	30,140,927	25,700,927
Availability liability	1,241,616	1,063,087
	<hr/>	<hr/>
Total current liabilities payable form restricted assets	33,471,723	31,033,925
	<hr/>	<hr/>
LONG TERM DEBT, net of unamortized discounts of \$173,709 and \$181,614	665,651,171	657,745,944
	<hr/>	<hr/>
Total liabilities	704,716,697	702,584,521
	<hr/>	<hr/>
COMMITMENTS AND CONTINGENCIES		
NET ASSETS (DEFICIT):		
Invested in capital assets-net of related debt	(121,995,519)	(61,054,760)
Restricted	31,613,924	63,674,875
Unrestricted	(40,590,431)	(93,117,315)
	<hr/>	<hr/>
Total net assets (deficit)	(130,972,026)	(90,497,200)
	<hr/>	<hr/>
TOTAL	\$ 573,744,671	\$ 612,087,321
	<hr/> <hr/>	<hr/> <hr/>

The accompanying notes are an integral part of these financial statements

LAS VEGAS MONORAIL COMPANY

4/27/2007

STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2006 AND 2005

	<u>2006</u>	<u>2005</u>
OPERATING REVENUES:		
Farebox revenue	\$ 32,212,653	\$ 30,301,550
Advertising and other revenue	5,360,194	4,089,290
Less related commissions	(2,362,788)	(1,721,850)
	<u>35,210,059</u> ✓	<u>32,668,990</u>
OPERATING EXPENSES:		
Operation and maintenance expense	11,334,776 ✓	9,345,976
General and administrative expense	13,355,978	15,316,862
Depreciation and amortization	23,855,194 ✓	24,011,853
	<u>48,545,948</u>	<u>48,674,691</u>
OPERATING LOSS	<u>(13,335,889)</u>	<u>(16,005,701)</u>
NON-OPERATING REVENUES (EXPENSE):		
Investment income	5,011,780 ✓	3,924,485
Interest and financing costs	(43,381,347) ✓	(42,642,483)
Liquidated damages	11,230,630 ✓	10,000,000
	<u>(27,138,937)</u>	<u>(28,717,998)</u>
EXCESS OF EXPENSES OVER REVENUES	(40,474,826)	(44,723,699)
NET ASSETS (DEFICIT):		
Beginning of period	<u>(90,497,200)</u>	<u>(45,773,501)</u>
End of period	<u><u>\$ (130,972,026)</u></u>	<u><u>\$ (90,497,200)</u></u>

2006 vs. 2005 -
13,335,889
2006
13,355,978
23,855,194

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The accompanying notes are an integral part of these financial statements